CLAIMS:

- 1. A composition for growing pluripotential cells and/or for directing their differentiation, said composition including a factor or factors capable of inhibiting an activity of bone morphogenetic protein-2 (BMP-2).
- 5 2. A composition according to claim 1 wherein said pluripotential cells are embryonic stem (ES) or embryonic germ (EG) cells.
 - 3. A composition according to claim 2 wherein said ES or EG cells are human ES or EG cells.
- 4. A composition according to claim 1 wherein said factor is derived from a primitive endoderm cell line.
 - 5. A composition according to claim 4 wherein said factor is selected from the group consisting of a soluble factor or membrane bound factor shed by said cell line or an extra-cellular matrix component produced by said cell line.
- 6. A composition according to claim 5 wherein said primitive endoderm cell line is derived from a testicular teratocarcinoma.
 - 7. A composition according to claim 6 wherein said cell line is primitive endoderm cell line GCT 44, as hereinbefore described.
- 8. A composition according to claim 1 wherein said factor is selected from the group consisting of chordin, noggin, DAN, cerebrus, a modified BMP-2 receptor which is capable of binding BMP-2 but does not activate signal transduction pathways associated with BMP-2 induced differentiation, and small molecules which interfere with signal transduction pathways involved in BMP-2 induction of pluripotential cell differentiation.
- 9. A composition according to claim 1 wherein said factor is present in said composition in a concentration capable of inhibiting extraembryonic

differentiation of EC or ES cells.

- A composition according to claim 1 further including a secondary factor, said secondary factor including a ligand or ligands.
- 11. A composition according to claim 10 wherein said ligand is selected from
 the group consisting of CD30 and functionally equivalent molecules and ligands of the Notch family of receptors.
 - 12. A method of regulating growth and/or differentiation of pluripotential cells, said method including culturing said cells in the presence of a factor or factors capable of inhibiting an activity of BMP-2.
- 10 13. A method according to claim 12 including providing

a pluripotential cell line, and
an effective amount of said factor; and
culturing the cell line in the culture medium.

- 15 14. A method according to claim 13 wherein said pluripotential cells are embryonic stem (ES) or embryonic germ (EG) cells.
 - 15. A method according to claim 14 wherein said ES or EG cells are human ES or EG cells.
- 16. A method according to claim 13 wherein said factor is derived from a primitive endoderm cell line.
 - 17. A method according to claim 16 wherein said factor is selected from the group consisting of a soluble factor or membrane bound factor shed by said cell line or an extra-cellular matrix component produced by said cell line.
 - 18. A method according to claim 17 wherein said primitive endoderm cell line is

derived from a testicular teratocarcinoma.

- 19. A method according to claim 18 wherein said cell line is primitive endoderm cell line GCT 44, as hereinbefore described.
- 20. A method according to claim 13 wherein said factor is selected from the group consisting of chordin, noggin, DAN, cerebrus, a modified BMP-2 receptor which is capable of binding BMP-2 but does not activate signal transduction pathways associated with BMP-2 induced differentiation, and small molecules which interfere with signal transduction pathways involved in BMP-2 induction of pluripotential cell differentiation.
- 10 21. A method according to claim 13 wherein said factor is present in the culture medium in a concentration capable of inhibiting extraembryonic differentiation of EC or ES cells.
 - 22. A method according to claim 13 further including a secondary factor, said secondary factor including a ligand or ligands.
- 15 23. A method according to claim 22 wherein said ligand is selected from the group consisting of CD30 and functionally equivalent molecules and ligands of the Notch family of receptors.
 - 24. A method for producing a factor or group of factors capable of antagonising an action of BMP-2 on pluripotential cells, said method including
- 20 providing
 - a primitive endoderm cell line, and
 - a suitable culture medium; and
 - culturing the cell line in the culture medium for a period of time sufficient to produce said factor.
- 25 25. A method according to claim 24 wherein said factor is selected from the group consisting of a soluble factor or membrane bound factor shed by said

- cell line or an extra-cellular matrix component produced by said cell line.
- 26. A method according to claim 25 wherein said primitive endoderm cell line is derived from a testicular teratocarcinoma.
- 27. A method according to claim 26 wherein said cell line is primitive endoderm cell line GCT 44, as hereinbefore described.
 - 28. A method according to claim 24 wherein said suitable culture medium is a serum-free medium.
 - 29. A method according to claim 28 wherein said medium is IMDM.
- 30. A method according to claim 24 wherein said period of time is approximately 3 to 4 weeks.
 - 31. A method according to claim 24 further including subjecting the factor so produced to a purification step.
- A method according to claim 31 wherein said purification step is selected from the group consisting of tangential flow filtration, anionic exchange, cationic exchange, reverse phase chromatography and combinations thereof.
 - 33. A method according to claim 31 further including assaying for the factor so produced.
- 34. A method according to claim 33 wherein said assaying is performed duringsaid purification step.
 - 35. A method according to claim 33 wherein said assaying is performed using a bioassay using GCT type multipotent cells grown in the presence of BMP-2.
 - 36. A pluripotential cell or cell line or a differentiated cell or cell line produced using the composition of claim 1.

- 37. A pluripotential cell or cell line or a differentiated cell or cell line produced by the method of claim 12.
- 38. An embryo or transgenic embryo derived from the cells of claim 36 or 37.
- 39. An animal or transgenic animal produced from the embryo or transgenic embryo of claim 38.